GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC) – Constitution of Committee for calling expression of interest from Banks & Financial Institutions for the loan requirement of APIIC and to explore all alternate sources of low cost loan in place of the HUDCO loan – Orders – Issued.

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INDUSTRIES AND COMMERCE (INFRA) DEPARTMENT

G.O.RT.No. 39 Dated: 07-02-2017

Read the following:

1. G.O.Ms.No.189, Ind & Com (Infra) Dept, dt.26.12.2016.
2. From the VC&MD, APIIC Ltd., Vijayawada Single File No.FW/Loan from FIs/2016-17, dt.31.01.2017.
3. From the VC&MD, APIIC Ltd., Vijayawada Lr.No.FW/Loan from FIs/2016-17, dt.04.01.2017.

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ORDER:

In the reference 1st read above, orders were issued granting Government guarantee for the HUDCO loan of Rs.2,000 Crores brought by APIIC and authorizing the Board of Directors of APIIC Limited to borrow money up to Rs.5,000 Crores from time to time for land acquisition.

2. In the references 2nd & 3rd read above, the VC&MD, APIIC Ltd., Vijayawada has submitted that the rate of interest i.e. 10.40% p.a. for Rs.1,820 Crores and 10.65% p.a. for Rs.180 Crores intimated by the HUDCO for the loan of Rs.2,000 Crores sanctioned for which the guarantee was granted by Government are on the higher side whereas, the present rate of interest in the market have come down. As such it is proposed to constitute a Committee with VC&MD, APIIC Ltd., Addl. Secretary to Govt, Finance Dept., and CEO, A.P. Urban Infrastructure Asset Management Ltd., to call for expression of interest from bankers for the loan requirement of APIIC and to explore alternate source of low cost loan in place of the HUDCO loan. The VC&MD, APIIC Ltd., Vijayawada has therefore requested the Government to accord approval for constitution of Committee accordingly, for calling expression of interest from Banks & Financial Institutions and to negotiate the terms & conditions of the loans.

3. Government, after careful examination of the matter hereby constitute a Committee with the following for calling expression of interest from Banks and Financial Institutions and to negotiate the terms & conditions of the loans for the loan requirement of APIIC and to explore all alternate sources of low cost loan in place of the HUDCO loan:

(i) Vice Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation Limited, Vijayawada.

(ii) Sri Y.Rama Krishna, Additional Secretary to Government, Finance (PMU-Rev-I&C) Department; and

(iii) Sri Prakash Gaur, Chief Executive Officer, A.P. Urban Infrastructure Asset Management Ltd., Vijayawada.

4. The Vice Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation Limited, Vijayawada shall take necessary action in the matter accordingly.

5. This order issues with the concurrence of Finance (PMU-Rev-I&C) Dept., vide their U.O.No.45027/16/2017, dt.17.01.2017.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

S.SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT & CIP

To

The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., H.No.12B, 59A-8-12B, Guru Nanak Colony Road, Teacher's Colony, Vijayawada-520008.

Copy to:

The Director of Industries, Government of A.P., Hyderabad.
The Finance Department, A.P. Secretariat, Velagapudi.
The Chief Executive Officer, A.P. Urban Infrastructure Asset Management Ltd., # 40-3-8, 1st Floor, Kaushalya, Gummadi Gopalrao Street, Labbipet, Vijayawada – 520 010.
The P.S. to Principal Secretary to C.M. (GSP).
The P.S.to Secretary to Government & CIP.
SF/SC.

//FORWARDED BY: ORDER//

SECTION OFFICER